

HRTC

Headquarters Relocation Tax Credit



Description

The Headquarters Relocation Tax Credit (HRTC) provides a tax credit to corporations that relocate their headquarters to Indiana. The credit equals half the moving costs and is assessed against the corporation's state tax liability. The Headquarters Relocation Tax Credit is established by I.C. 6-3.1-30.

Calculation of Credit

The credit equals 50 percent of a corporation's costs of relocating its headquarters to Indiana. An eligible corporation may use the credit to offset the corporation's Indiana personal and corporate adjusted gross income tax and financial institutions tax. A nine-year carry forward applies to any unused part of the credit.

ELIGIBILITY:

The Department of Revenue determines eligibility based on the following criteria:

The corporation must have annual worldwide revenue of at least \$100 million in the taxable year immediately prior to the year in which application is made for the credit.

After relocation, the corporation must have 75 employees in Indiana.

The headquarters is defined as the principal office of the principal executives.

